

6.2% Enhanced FMAP

Various Departments

Overview

Governor Noem's recommended budget includes a one-time reduction of \$49,228,784 in general funds and \$643,502 in other fund expenditure and an increase of \$47,361,286 in federal fund expenditure authority due to the savings from the 6.2% enhanced Federal Medical Assistance Percentage (FMAP). As part of the federal response to the pandemic, states have access to enhanced federal Medicaid funds. To both support Medicaid and provide broad fiscal relief, the Families First Coronavirus Response Act (FFCRA) authorized a 6.2% increase in the federal match rate available if states meet certain maintenance of eligibility requirements. This was retroactive to January 1, 2020. The FMAP increase will expire at the end of the quarter in which the public health emergency ends. The public health emergency has been extended until January 16, 2022, so the enhanced FMAP is available until March 31, 2022.

The enhanced FMAP has resulted in three quarters of general fund savings in FY2022 for Medicaid related expenses in the following agencies:

6.2% Enhanced FMAP		General	Federal	Other
Social Services		(28,855,073)	26,344,073	
Human Services		(19,987,107)	20,630,609	(643,502)
Veterans Affairs		(172,500)	172,500	
Corrections		(168,777)	168,777	
Health		(35,220)	35,220	
Education		(10,107)	10,107	
		(49,228,784)	47,361,286	(643,502)